

## Message Text

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FOLLOWING REPEAT OECD PARIS 1259 ACTION SECSTATE INFO TOKYO

STOCKHOLM LUXEMBOURG MADRID BERN CANBERRA OTTAWA CARACAS EC

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QUOTE: LIMITED OFFICIAL USE OECD PARIS 1259

E.O. 11652: N/A

TAGS: EGEN, OECD

SUBJECT: CIEC: G-19 LIST OF COMMISSION TOPICS

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1. FOLLOWING IS TEXT CIEC COMMISSION TOPICS WHICH

WE HAVE JUST RECEIVED FROM CANADIANS:

2. BEGIN TEXT:

1. ENERGY

1.1 TRENDS AND CONDITIONS OF SUPPLY AND DEMAND OF ENERGY -- HYDROCARBONS AND OTHER SOURCES OF ENERGY.

1.2 PROTECTION OF PURCHASING POWER OF ENERGY EXPORT EARNINGS INCLUDING ACCUMULATED REVENUES FROM OIL EXPORTS - WITHIN A GENERAL FRAMEWORK OF THE IMPROVEMENT AND PROTECTION OF THE PURCHASING POWER OF THE UNIT VALUE OF EXPORT EARNINGS OF DEVELOPING COUNTRIES - THROUGH INDEXATION OR ANY OTHER APPROPRIATE METHODS, TAKING INTO CONSIDERATION, INTER ALIA, THE PRICE OF ALTERNATIVE SOURCES OF ENERGY, THE RISING COST OF IMPORTED GOODS AND SERVICES, THE ROSION OF PURCHASING POWER DUE TO INFLATION AND CURRENCY DEPRECIATION. WAYS AND MEANS OF ACHIEVING SUCH OBJECTIVES.

1.3 CONSERVATION OF DEPLETABLE RESOURCES OF ENERGY AND THE NEED TO CONSIDER OPPORTUNITIES TO DIVERSIFY TO OTHER APPROPRIATE SOURCES OF ENERGY. RESERVATION OF THE USE OF OIL AND GAS FOR ESSENTIAL TRANSPORTATION NEEDS AND ALSO FOR NON-SUBSTITUTABLE USES SUCH AS LUBRICANTS AND FEED-STOCK FOR PETROCHEMICAL, FERTILIZER AND PHARMACEUTICAL INDUSTRIES THOUGHOUT THE WORLD, PARTICULARLY IN THE DEVELOPING COUNTRIES. IN THIS CONNECTION, EMPHASIS SHOULD BE GIVEN TOWARDS THE EXTRACTION AND UTILIZATION OF OIL AND GAS THROUGH ADVANCED TECHNOLOGY AND APPROPRIATE CONSERVATION PRACTICES.

1.4 COMPETITIVE STANDING OF THE PRICE OF EACH SOURCE OF ENERGY. IN DETERMINING THE COMPETITIVE STANDING OF VARIOUS ENERGY SOURCES DUE CONSIDERATION SHOULD BE GIVEN TO TH FOLLOWING: (A) AVAILABILITY LIMITED OFFICIAL USE

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(B) FORM AND TRANSPORTABILITY (C) POLLUTION CHARACTERISTICS AND OTHER ENVIRONMENTAL AND ECOLOGICAL CONSIDERATIONS(D) PRICE, SUPPLY AND DEMAND LIMITATIONS (E) VERSATILITY OF USE, INCLUDING NON-ENERGY USES SUCH AS THOSE OF HYDROCARBONS AS PETROCHEMICAL AND APETROPROTEINS FEEDSTOCK, LUBRICATING OILS, ETC. (F) NON-AVAILABILITY OF SUBSTITUTES SUCH AS IN THE CASE OF THE USE

OF OIL FOR TRANSPORTATION (ON A COMMERICAL BASIS AT PRESENT) (G) THE INTRINSIC VALUE ASSOCIATED WITH THE RAPIDLY EXHAUSING SOURCES OF ENERGY (H) LEAD TIMES REQUIRED FOR DEVELOPING ALTERNATIVE SOURCES OF ENERGY.

1.5 PROBLEMS OF ENERGY SUPPLIES OF DEVELOPING COUNTRIES, INCLUDING THOSE RELATED TO THEIR BALANCE OF PAYMENTS, AND THE WAYS AND MEANS OF TACKLING THEM. SPECIFIC MEASURES TO MEET THE ENERGY REQUIREMENTS OF DEVELOPING COUNTRIES, PARTICULARLY: (A) THOSE MOST DEPENDENT ON ANY FORM OF ENERGY IMPORTS, AND (B) THE MOST SERIOUSLY AFFECTED COUNTRIES.

1.6 INTERNATIONAL FINANCIAL, SCIENTIFIC AND TECHNICAL COOPERATION FOR TRANSFER AND PARTICIPATION IN ADVNACED ENERGY-RELATED TECHNOLOGY TO THE DEVELOPING COUNTRIES AND FOR AUGMENTING CURRENT RESERVES AND PRODUCTION CAPACITIES OF ALL CONVENTIONAL AND NON-CONVENTIONAL TYPES OF ENERGY WORLDWIDE, AND IN PARTICULAR IN THE DEVELOPING COUNTRIES. EQUITABLE ACCESS TO ENERGY RESOURCES OURSIDE THE JURISDICTION OF STATES AND DEEP SEA EXPLORATION, PARTICULARLY FOR THE BENEFIT OF DEVELOPING COUNTRIES.

1.7 INCREASE OF PETROLEUM PROCESSING IN DEVELOPING COUNTRIES WITH A VIEW TO INCREASING THE SHARE OF THE EXPORTS OF PETROLEUM DERIVATIVES IN RELATING TO CRUDE OIL EXPORTS, PARTICULARLY FROM THE DEVELOPING COUNTRIES TO THE DEVELOPED COUNTRIES; SPECIFICALLY, UTILIZATION OF HYDROCARBON RESOURCES FOR PRODUCTION OF PETROCHEMICALS, FERTILIZERS, PHARMACEUTICALS AS WELL AS OTHER USES.

1.8 SECURITY OF ENERGY SUPPLY TO THE DEVELOPED LIMITED OFFICIAL USE

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COUNTRIES. THIS SECURITY IS TO BE UNDERSTOOD IN THE COMMERICAL SENSE AND SHOULD INCLUDE THE FOLLOWING: (A) DUE CONSIDERATION TO THE FUTURE REQUIREMENTS OF THE ENERGY EXPORTING COUNTRIES AND NECESSITY FOR THE ESTABLISHMENT OF NATIONAL ENERGY RESERVES (B) DUE CONSIDERATION TO THE ESSENTIAL NEEDS OF ENERGY IMPORTING COUNTRIES (C) SECURE AND NON-DISCRIMINATORY ACCESS TO ARKETS OF DEVELOPED COUNTRIES FOR ALL THE DEVELOPING COUNTRIES, INCLUDING THE ENERGY EXPORTING COUNTRIES (D) SECURE AND NON-DISCRIMINATORY ACCESS TO THE TECHNOLOGY, GOODS AND SERVICES OF THE DEVELOPED COUNTRIES FOR ALL THE DEVELOPING COUNTRIES, INCLUDING THE ENERGY EXPORTING COUNTRIES (E) NON-INTERFERENCE IN THE NORMAL

OPERATION OF ENERGY MARKETS AND REMOVAL OF  
TRADE BARRIERS.

1.9 AVAILABILITY OF TRANSPORTATION, STORAGE, HARBOUR  
AND MARKETING FACILITIES FOR CRUDE OIL AND  
PETROLEUM PRODUCTS INSIDE AND OUTSIDE DEVELOPING  
COUNTRIES, WITH SPECIAL REFERENCE TO THE  
IMPROVEMENT OF THE SHARE OF DEVELOPING COUNTRIES  
IN SUCH FACILITIES.

## 2. RAW MATERIALS

2.1 TRENDS AND CONDITIONS OF SUPPLY AND DEMAND OF  
RAW MATERIALS INCLUDING FOODSTUFFS AND THEIR  
EFFECTS OF DEVELOPMENT NEEDS OF DEVELOPING  
COUNTRIES.

2.2 RE-STRUCTURING OF THE MARKET THROUGH THE  
ADOPTION AND IMPLEMENTATION OF THE "INTEGRATED  
PROGRAMME FOR COMMODITIES" IN ALL ITS ASPECTS  
AND ELEMENTS.

2.3 REVALORIZATION AND PROTECTION OF THE PURCHASING  
POWER OF THE UNIT VALUE OF PRIMARY COMMODITIES  
EXPORT EARNINGS OF DEVELOPING COUNTRIES, THROUGH  
INDEXATION OR ANY OTHER APPROPRIATE METHODS, TAKING  
INTO CONSIDERATION, INTER ALIA, THE INTRINSIC  
VALUE ASSOCIATED WITH THE RAPIDLY EXHAUSTING SOURCES  
OF RAW MATERIALS, THE RISING COST OF IMPORTED GOODS  
AND SERVICES, THE EROSION OF PURCHASING POWER DUE  
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TO INFLATION, AND CURRENCY DEPRECIATION. WAYS AND  
MEANS OF ACHIEVING SUCH OBJECTIVES.

2.4 INTERNATIONAL AGREEMENTS AND/OR ARRANGEMENTS  
FOR INDIVIDUAL COMMODITIES AIMED AT IMPROVING  
AND STABILIZING REAL PRICES AND INCREASING ACCESS  
TO THE MARKETS OF DEVELOPED COUNTRIES FOR THE  
COMMODITIES CONCERNED.

2.5 INCREASING LOCAL PROCESSING OF RAW MATERIALS, TO  
THE MOST ADVANCED STAGE OF MANUFACTURING, IN THE  
PRODUCER DEVELOPING COUNTRIES, INCLUDING THE  
NECESSARY RESEARCH AND DEVELOPMENT AND TRADE  
PROMOTION MEASURES IN BOTH DEVELOPED AND  
DEVELOPING COUNTRIES.

2.6 MEASURES TO ENSURE THAT A MORE SATISFACTORY  
SHARE IN THE TOTAL VALUE OF THE FINAL PRODUCTS  
AND EMPLOYMENT GENERATED AS A RESULT OF THE  
PRODUCTION OF THEIR PRIMARY COMMODITIES ACCRUES  
TO THE DEVELOPING COUNTRIES.

2.7 MEASURES ORIENTED TO IMPROVE THE SHARE OF  
DEVELOPING COUNTRIES IN THE TRADE, TRANSPORT,  
MARKETING AND DISTRIBUTION OF THEIR PRIMARY  
COMMODITIES.

2.8 MEASURES TO MEET THE PROBLEMS CAUSED BY SYNTHETICS AND SUBSTITUTES TO THE EXPORTS OF NATURAL RAW MATERIALS OF DEVELOPING COUNTRIES.

2.9 PROBLEMS OF RAW MATERIALS AND FOODSTUFFS SUPPLIES OF DEVELOPING COUNTRIES, INCLUDING THOSE RELATED TO THEIR BALANCE OF PAYMENTS, AND WAYS AND MEANS OF TACKLING THEM. SPECIFIC MEASURES TO MEET THE RAW MATERIALS AND FOODSTUFFS REQUIREMENTS OF DEVELOPING COUNTRIES, PARTICULARLY: (A) THOSE MOST DEPENDENT ON RAW MATERIALS AND FOODSTUFFS IMPORTS, AND (B) THE MOST SERIOUSLY AFFECTED COUNTRIES.

2.10 ROLE OF PRODUCERS' ASSOCIATIONS AS ONE MEANS FOR ENSURING IMPROVED TERMS OF TRADE FOR THE DEVELOPING COUNTRIES AND A SOUND BALANCE IN INTERNATIONAL ECONOMIC RELATIONS.

2.11 MEASURES TO PROTECT THE INTERESTS OF DEVELOPING IMPORTING COUNTRIES EXPERIENCEING AN ADVERSE NET LIMITED OFFICIAL USE

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EFFECT FROM COMMODITY PRICING POLICIES WITHING THE INTEGRATED PROGRAMME.

2.12 SPECIAL MEASURES FOR SAFEGUARDING THE INTERESTS OF THE LEAST DEVELOPED AND HARDEST HIT AMONG DEVELOPING COUNTRIES.

2.13 MEASURES TO PROTECT AND PROMOTE THE INTERESTS OF DEVELOPING COUNTRIES IN RELATION T THE EXPLOITATION OR RESOURCES FROM THE OCEANS AND SEABEDS BEYOND THE LIMITS OF NATIONAL JURISDICTIONS.

### 3. DEVELOPMENT

COHERNE AND MUTUALLY RE-INFORCING MEASURES DESIGNED TO ENSURE SIGNIFICANT RESULTS IN THE FIELDS MENTIONED BELOW, ON THE BASIS OF THE PRINCIPLES GUIDING THE ESTABLISHMENT OF A NEW INTERNATIOAL ECONOMIC ORDER AND EMBODIED IN THE CHARTER OF RIGHTS AND DUTIES OF STATES - INCLUDING FOLLOW-UP OF THE DECISIONS TAKEN AND RECOMMENDATION ADOPTED WITHIN INTERNATIONAL FORUMS, ESPECIALLY THE SIXTH AND SEVENTH SPECIAL SESSIONS OF THE U.N. GENERAL ASSEMBLY; FOR THE PRUPOSE OF SECURING A MORE RAPID AND BALANCED DEVELOPMENT FOR THE DEVELOPING COUNTRIES, WITH SPECIAL ATTENTION TO THE MOST SERIOUSLY AFFECTED, LEAST DEVELOPED, THE LAND, LOCKED AND THE ISLAND DEVELOPING COUNTRIES.

3.1 TRADE. MEASURES AIMED AT IMPROVING THE TERMS OF TRADE IN FAVOUR OF THE DEVELOPING COUNTRIES, SECURING A RELIABLE AND FULL ACCESS TO THEIR PRODUCTS IN THE MARKETS OF DEVELOPED COUNTRIES AND ACHIEVING EXPANSION AND DIVERSIFICATION OF

THEIR EXPORTS.

A) ACCESS TO MARKETS OF DEVELOPED COUNTRIES:

1) ELIMINATION OF TARIFF AND NON-TARIFF BARRIERS ON PRODUCTS OF EXPORT INTEREST PRIMARILY TO DEVELOPING COUNTRIES UNDER A SHORT TIME BOUND PROGRAMME; PENDING ACTION IN THIS REGARD AND THE STRICT OBSERVANCE OF THE PRINCIPLE OF "STAND STILL".

2) (I) FURTHER MEASURES IN PURSUANCE OF THE PRINCIPLE OF DIFFERENTIAL TREATMENT FOR DEVELOPING COUNTRIES DURING THE MULTILATERAL TRADE NEGOTIATIONS, AND (II) COMPENSATORY LIMITED OFFICIAL USE

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MEASURES FOR DILUTION OF THE GSP BENEFITS ENJOYED BY THE DEVELOPING COUNTRIES WHERE SUCH DILUTION TAKES PLACE DURING THE MULTILATERAL TRADE NEGOTIATIONS.

3) IMMEDIATE IMPROVEMENT IN THE GSP TO INCLUDE:

(I) WIDER PRODUCT COVERAGE (II) ZERO TARIFFS (III) REMOVAL OF QUOTAS AND CEILINGS (IV) CONSOLIDATION OF THE LEGAL STATUS OF THE GSP (V) REMOVAL OF NON-TARIFF BARRIERS (VI) SIMPLIFICATION, HARMONIZATION AND LIBERALIZATION OF THE RULES OF ORIGIN, AND (VII) ELIMINATION OF RESTRICTIVE AND DISCRIMINATORY PROVISIONS FROM THE SCHEMES OF SOME DEVELOPED COUNTRIES.

4) ESTABLISHMENT OF PREFERENTIAL NON-RECIPROCAL AND NON-DISCRIMINATORY TREATMENT OF THE DEVELOPING COUNTRIES AS A PERMANENT FEATURE OF THE NEW SYSTEM OF INTERNATIONAL TRADE.

5) RECOGNITION OF THE RIGHT OF DEVELOPING COUNTRIES TO PROVIDE INCENTIVES INCLUDING SUBSIDIES FOR EXPORTS TO DEVELOPED COUNTRIES.

6) EVOLVING PRINCIPLES REGARDING SAFEGUARD ACTION PROVIDING FOR DIFFERENTIAL TREATMENT IN FAVOUR OF DEVELOPING COUNTRIES.

B) IMPROVEMENT IN THE COMMERCIAL INFRASTRUCTURE, INCLUDING:

- PROVISION OF EXPORT CREDIT REFINANCE AND GUARANTEE FACILITIES;

- IMPLEMENTATION OF THE CODE OF CONDUCT FOR MARITIME CONFERENCES;

- ADOPTION OF MEASURES FOR DEVELOPMENT OF TRANSPORT, MARKETING AND DISTRIBUTION CAPABILITIES OF DEVELOPING COUNTRIES.

C) ELIMINATION OF RESTRICTIVE BUSINESS PRACTICES AFFECTING THE TRADE OF DEVELOPING COUNTRIES.

D) COMPLEMENTARY ACTION BY DEVELOPED COUNTRIES INCLUDING:

- SUB-CONTRACTING TO FIRMS OF DEVELOPING COUNTRIES;
- PROMOTIONAL ASSISTANCE FOR MARKETING.

E) ELIMINATION OF PROTECTION TO AGRICULTURAL PRODUCTS  
IN DEVELOPED COUNTRIES WITH A VIEW TO INCREASING  
THE SHARE OF DEVELOPING COUNTRIES IN THE MARKETS  
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OF DEVELOPED COUNTRIES.

F) REVIEW OF THE INTERNATIONAL TRADE STRUCTURE AND  
RELEVANT RECOMMENDATIONS PERTAINING TO ITS  
INSTITUTIONAL MACHINERY.

3.2 TRANSFER OF RESOURCES: POLICIES AND OBJECTIVES  
WITHIN THE DEVELOPMENT STRATEGY.

3.3 INDUSTRIALIZATION: ACCELERATION OF INDUSTRIALIZATION  
OF DEVELOPING COUNTRIES WITH A VIEW TO BRINGING  
ABOUT A NEW AND DYNAMIC INTERNATIONAL DIVISION OF  
LABOUR AND AN INCREASE IN THE SHARE OF DEVELOPING  
COUNTRIES IN WORLD INDUSTRIAL PRODUCTION. TO ACHIEVE  
THIS OBJECTIVE THE FOLLOWING CONCRETE STEPS, INTER  
ALIA, SHOULD BE TAKEN:

A) STRUCTURAL ADJUSTMENTS IN THE ECONOMIES OF DEVELOPED  
COUNTRIES TO FACILITATE INDUSTRIAL REDEPLOYMENT  
IN FAVOR OF DEVELOPING COUNTRIES.

B) PLACING A LIMITATION ON THE EXPANSION IN DEVELOPED  
COUNTRIES OF PRIMARY PROCESSING CAPACITIES WHICH  
DEPEND ON RAW MATERIALS SUPPLIES FROM DEVELOPING  
COUNTRIES, AND GIVING PRIORITY TO LOCATING SUCH  
EXPANSION IN DEVELOPING COUNTRIES.

C) FINANCIAL AND TECHNICAL SUPPORTING MEASURES.

3.4 TRANSFER OF TECHNOLOGY: FACILITATING THE TRANSFER  
OF TECHNOLOGY, INCLUDING ADVANCED TECHNOLOGY, TO  
DEVELOPING COUNTRIES ON A PREFERENTIAL BASIS AND  
IN ACCORDANCE WITH THEIR REQUIREMENTS AND OPTIONS  
FOR STRENGTHENING THEIR TECHNOLOGICAL CAPACITY BY  
THE FOLLOWING MEASURES:

A) STRENGTHENING OF THE STRUCTURES AND THE RESOURCES  
OF EXISTING INTERNATIONAL INSTITUTIONS IN ORDER  
TO PROMOTE SYSTEMATIC ACTION TO INFORM, ENCOURAGE,  
SUPPORT AND ASSIST THE DEVELOPING COUNTRIES IN THE  
FIELD OF TECHNOLOGY.

B) SETTING-UP OF A NEW INTERNATIONAL INSTITUTION SUCH  
AS A TECHNOLOGICAL AND SCIENTIFIC DATA BANK.

C) PROMOTION AND DEVELOPMENT OF HUMAN RESOURCES IN  
DEVELOPING COUNTRIES, PARTICULARLY OF TECHNICAL  
SCIENTIFIC AND MANAGERIAL MANPOWER.

D) ESTABLISHMENT OF AN INTERNATIONAL CODE OF CONDUCT  
FOR THE TRANSFER OF TECHNOLOGY.

E) PROVIDING ACCESS FOR DEVELOPING COUNTRIES TO  
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TECHNOLOGY HELD BY PRIEPATE AND NATIONAL INSTITUTIONS.

F) INCREASED ALLOCATIONS OF RESEARCH AND DEVELOPMENT IN DEVELOPING COUNTRIES TO COPE WITH SPECIFIC DEVELOPMENT PROBLEMS OF DEVELOPING COUNTRIES.

G) IMPROVEMENT OF INTERNATIONAL CONVENTIONS ON PATENT SYSTEMS, INDUSTRIAL PROPERTIES, ETC., IN ORDER TO MEET THE TECHNOLOGICAL REQUIREMENT OF THE DEVELOPING COUNTRIES.

3.5 TRANS-NATIONAL CORPORATION: INTERNATIONAL MEASURES FOR REGULATION AND SUPERVION OF THE ACTIVITIES OF TRANS-NATIONAL CORPORATIONS.

3.6 DEVELOPMENT OF AGRICULTURE AND SUPPLY OF FOOD: MEASURES TO FACILITATE THE EARLY IMPLEMENTATION OF THE DICISIONS OF THE WORLD FOOD CONFERENCE, IN PARTICULAR:

A) INTERNATIONAL FINANCIAL AND TECHNICAL CO-OPERATION TO ASSIST DEVELOPING COUNTRIES TO INCREAS THEIR AGRICULTURAL PRODUCTION AND TO IMPLEMENT A GLOBAL PROGRAMME FOR THE EXPANSION OF FOOD PRODUCTION IN THOSE COUNTRIES. IN THIS REGARD THE FOLLOWING MEASURES SHOULD BE CONSIDERED:.

1) TO STIMULATE PLEDGES OF CONTRIBUTIONS TO THE INTERNATIONAL FUND FOR AGRICULTURAL DEVELOPMENT WITH A VIEW TO HAVING IT COMMENCE OPERATIONS NOT LATER THAN THE SUMMER OF 1976 WITH RESOURCES OF ONE BILLION SDR'S.

2) TO PROMOTE A MASSIVE EXPANSION IN FERTILIZER MANUFACTURE, ESPECIALLY IN DEVELOPING COUNTRIES, AND ORGANIZE THE SUPPLY OF FERTILIZERS TO DEVELOPING COUNTRIES ON A SUBSIDIZED BASIS WHERE NECESSARY.

3) TO ENSURE THAT WITHIN THE AGRICULTURAL FIELD, IFAD AND IBRD WILL GIVE PRIORITY TO LOANS FOR RURAL INFRASTRUCTURE, IRRIGATION AND DRAINAGE PROJECTS, FOOD STORAGE INSTALLATIONS, PEST CONTROL AND ANTI-INFESTATION MEASURES AND THE PURCHASE OF MANUFACTURE OF AGRICULURAL MACHINERY.

4) TO ISOLATE FOOD PRODUCTION LANS FROM THE NORMAL PLAY OF MARKT FORCES AND ALLOW ALL LOANS FOR FOOD PRODUCTION TO BE MADE TO ALL LIMITED OFFICIAL USE

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DEVELOPING COUNTRIES ON CONCESSIONAL TERMS.

5) TO PROVIDE TECHNICAL AND FINANCIAL ASSISTANCE



TO ENABLE DEVELOPING COUNTRIES COUNTRIES TO SOLVE PARTICULAR PROBLEMS, SUCH AS SALINATION WATERLOGGING, EROSION, ETC., IN ORDER TO MAKE FULL USE OF THEIR AGRICULTURAL POTENTIAL.

6) TO STIMULATE PROGRAMMES OF AGRICULTURAL RESEARCH.

B) INTERNATIONAL CO-OPERATION TO ASSURE ADEQUATE FOOD SUPPLIES AT REASONABLE PRICES TO DEVELOPING COUNTRIES WHICH ARE EXPERIENCEING POOR FOOD CROPS OR HIGH FOOD IMPORT REQUIREMENTS BEYOND THEIR EXTERNAL FINANCING CAPABILITIES, THROUGH:

1) OBJECTIVE ASSESSMENT OF REQUIREMENTS;

2) IMMEDIATE IMPLEMENTATION OF THE INTERNATIONAL FORWARD PLANNING OF FOOD AID AND THE PROVISION OF ADEQUATE STOCKS TO THE WORLD FOOD SECURITY PROGRAMME;

3) FOOD AID ON APPROPRIATELY SOFT AND UNTIED TERMS, ALLOWING FOR PURCHASES FROM FOOD EXPORTING DEVELOPING COUNTRIES;

4) THE ADMINISTRATION OF FOOD AID IN SUCH A MANNER AS TO AVOID DISRUPTING COMMERCIAL MARKETS SUPPLIED BY DEVELOPING COUNTRIES;

5) SECURITY OF SUPPLY OF FOOD FROM SURPLUS TO DEFICIT COUNTRIES, WITH DUE CONSIDERATION TO ITS HUMAN ASPECT, WHICH SHOULD NOT BE USED AS AN INSTRUMENT OF POLITICAL PRESSURE.

C) SPECIAL MEASURES TO RSTORE THE FOLLD AND AGRICULTURAL PRODUCTIVE CAPACITY OF (1) THE SAHEL RETION OF AFRICA AND OTHER FAMINE-THREATENED AREAS, AND (2) THE AREAS PERIODICALLY AFFECTED BY SERIOUS DROUGHTS AND FLOODS.

C) SPECIAL MEASURES TO RESTORE THE FOOLD AND AGRICULTURAL PRODUCTIVE CAPACITY OF (1) THE SAHEL REGION OF AFRICA AND OTHER FAMINE-THREATENED AREAS, AND (2) THE AREAS PERIODICALLY AFFECTED BY SERIOUS DROUGHTS AND FLOODS.

3.7 DEVELOPMENT OF INFRASTRUCTURE: TECHNICAL AND FINANCIAL SUPPORT TO DEVELOPING COUNTRIES IN THE DEVELOPMENT OF INFRASTRUCTURE.

A) SOCIAL INFRASTRUCTURE SUCH AS EDUCATION AND PUBLIC LIMITED OFFICIAL USE

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HEALTH.

B) ECONOMIC INFRASTRUCTURE SUCH AS TRASNPORT, COMMUNCATION, ELECTRIFICATION AND IRRIGATION, INCLUDING RESTORATION OF INSTALLATIONS DESTROYED IN NATURAL DISASTERS. AS A MEANS OF EMPLOYING UNUSED PRODUCTION CAPACITY IN INDUSTRIALIZED COUNTRIES, CAPITAL GOODS REQUIRED SHOULD BE MANUFACTURED AND SUPPLIED TO THOSE COUNTRIES ON A LONG-TERM CREDIT BASIS.

3.8 MAIN FACTORS HAVING AN IMPACT ON THE BALANCE OF PAYMENS OF THE DEVELOPING COUNTRIES. WAYS AND

MEANS OF SOLVING THE CORRESPONDING PROBLEMS.

3.9 INTERNATIONAL ACTIONS TO COMBAT POLLUTION.

3.10 SPECIAL REQUIREMENTS OF THE MOST SERIOUSLY AFFECTED COUNTRIES, ESPECIALLY THE LEAST DEVELOPED, THE LAND-LOCKED AND THE ISLAND COUNTRIES AMONG DEVELOPING COUNTRIES.

3.11 PERMANENT SOVEREIGNTY AND EFFECTIVE CONTROL OF DEVELOPING COUNTRIES OVER THEIR NATURAL RESOURCES AND ALL ECONOMIC ACTIVITIES, INCLUDING THE RIGHT OF NATIONALIZATION, IN ACCORDANCE WITH THEIR NATIONAL LEGISLATIONS.

#### 4. FINANCE

##### 4.1 OFFICIAL DEVELOPMENT ASSISTANCE AND FINANCIAL CO-OPERATION

A) MEASURES TO INCREASE THE FLOW OF FINANCIAL RESOURCES IN A SECURE, STABLE AND PREDICTABLE MANNER, TO DEVELOPING COUNTRIES, INCLUDING:

- FIRM COMMITMENT TO REACH THE TARGET OF AID, MEASURED NET OF AMORTIZATION AND INTEREST, OF 0.7 PER CENT OF GNP WITHIN A SPECIFIED TIME PERIOD;

- INCREASE IN THE RESOURCES OF THE WORLD BANK, IDA, IFC, REGIONAL FINANCIAL INSTITUTIONS AND OTHER BODIES IN THE UN SYSTEM, WITHOUT PREJUDICE TO BILATERAL DEVELOPMENT ASSISTANCE FLOWS;

- BROADENING OF ACCESS TO, AND INCREASING THE SIZE OF, THE THIRD WINDOW IN THE WORLD BANK AND ESTABLISHING ITS PERMANENCE;

- ESTABLISHMENT OF A LINK BETWEEN THE ALLOCATION OF SDR'S AND DEVELOPMENT ASSISTANCE.

B) MEASURES TO SOFTEN THE TERMS AND CONDITIONS OF FINANCIAL ASSISTANCE TO THE DEVELOPING COUNTRIES, INTER ALIA, LIMITED OFFICIAL USE

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THROUGH:

- INCREASE IN THE GRANT ELEMENT;
- INCREASE IN THE DURATION OF LOANS;
- UNTYING OF ALL FOREIGN FINANCIAL ASSISTANCE.

C) REVIEW OF THE POLICIES AND PROCEDURES OF MULTILATERAL ASSISTANCE INSTITUTIONS TO IMPROVE THE CONDITIONS OF UTILIZATION OF THEIR RESOURCES BY DEVELOPING COUNTRIES INCLUDING THE BROADENING OF REFINANCING EXPORT CREDIT FACILITIES, AS WELL AS THE INCREASE IN THE SHARE OF DEVELOPING COUNTRIES IN THE PROCUREMENT OF EQUIPMENT, CONSULTANTS AND CONSULTANCY SERVICES.

##### 4.2 BALANCE OF PAYMENTS PROBLEMS OF DEVELOPING COUNTRIES

A) REVIEW OF THE BALANCE OF PAYMENT CONDITIONS OF DEVELOPING COUNTRIES; INCLUDING THE IMPACT OF THE WORLD INFLATION AND RECESSION ON THEIR ECONOMIES, AND MORE PARTICULARLY THE EFFECTS OF HIGHER COSTS OF IMPORTS OF MANUFACTURED GOODS, SERVICES, ENERGY,

FOOD, FERTILIZERS AND OTHER COMMODITIES AND RAW MATERIALS, AS WELL AS THEIR INCREASING FOREIGN DEBT BURDEN.

B) MEASURES TO INCREASE THE FLOW OF RESOURCES TO ALLEVIATE THE BALANCE OF PAYMENTS PROBLEMS OF DEVELOPING COUNTRIES:

- INCREASE IN THE RESOURCES OF THE IMF;
- INCREASED USE OF IMF RESOURCES BY DEVELOPING COUNTRIES;
- EXTENSION OF THE OIL FACILITY OF THE FUND IN FAVOR OF DEVELOPING COUNTRIES, AND INCREASED CONTRIBUTION BY DEVELOPED COUNTRIES TO THE FACILITY AND ITS SUBSIDY ACCOUNT;
- EXPANSION AND IMPROVEMENT OF COMPENSATORY FINANCING FACILITY OF THE IMF TO MEET EXPORT SHORTFALLS;
- ALLOCATION OF FREE ADDITIONAL LIQUIDITY TO DEVELOPING COUNTRIES BY THE IMF;
- EXPANSION AND IMPROVEMENT OF BUFFER STOCKS FINANCING BY THE IMF;
- ESTABLISHMENT OF A TRUST FUND IN FAVOR OF DEVELOPING COUNTRIES.

C) MEASURES TO IMPROVE THE TERMS AND CONDITIONS OF FINANCIAL RESOURCES AVAILABLE FOR BALANCE OF PAYMENTS REQUIREMENTS OF DEVELOPING COUNTRIES., LIMITED OFFICIAL USE

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GIVING DUE ATTENTION, PARTICULARLY BY INTERNATIONAL FINANCIAL INSTITUTIONS, TO THE SHORT-TERM PROBLEMS AND POLICIES OF THE DEVELOPING COUNTRIES.

D) SPECIAL PROBLEMS OF DEVELOPING COUNTRIES IN THE WORKING OF THE ADJUSTMENT PROCESS: NEED FOR AMENDING THE RULES GOVERNING THAT PROCESS AND FOR ASSISTANCE FROM DEVELOPED COUNTRIES TO DEVELOPING COUNTRIES.

4.3 PROBLEMS OF FOREIGN DEBT BURDEN OF DEVELOPING COUNTRIES  
MEASURES BY DEVELOPED COUNTRIES TO MITIGATE THE FOREIGN DEBT BURDEN OF DEVELOPING COUNTRIES, WITH SPECIAL ATTENTION TO THE SITUATION AND THE MOST SERIOUSLY AFFECTED COUNTRIES, INCLUDING THE RESCHEDULING OF PAYMENTS AND/OR CANCELLATION OF ODA (OFFICIAL DEVELOPMENT ASSISTANCE) DEBTS AND THEIR SERVICE PAYMENTS OF DEVELOPING COUNTRIES, ESPECIALLY THE MSAC'S (AND MORE PARTICULARLY THE LEAST DEVELOPED; CONSOLIDATION OF COMMERCIAL DEBTS AND RESCHEDULING OF PAYMENTS OF LDC'S AT MARKET RELATED INTEREST RATES OVER A LONG PERIOD, WHEN REQUESTED AND JUSTIFIED.

4.4 INCREASED INFLOW OF FOREIGN CAPITAL TO DEVELOPING COUNTRIES

A) MEASURES TO INCREASE THE ACCESS OF DEVELOPING

COUNTRIES TO THE FINANCIAL RESOURCES IN THE CAPITAL MARKETS, INCLUDING EXPORT CREDITS, THROUGH VARIOUS SYSTEMS OF GUARANTEES, ELIMINATION OF RESTRICTIVE MEASURES IMPOSED BY DEVELOPED COUNTRIES ON ACCESS TO THEIR CAPITAL MARKETS, DEVELOPMENT OF CO-FINANCING BY INTERNATIONAL FINANCIAL INSTITUTIONS AND THE BANKING SYSTEM, ETC.

B) MEASURES TO INCREASE FOREIGN INVESTMENT IN DEVELOPING COUNTRIES, WITHIN THE FRAMEWORK OF THEIR NATIONAL POLICIES AND LEGISLATIONS, AS WELL AS THE SOVEREIGNTY OF NATIONS OVER THEIR NATURAL RESOURCES; MEASURES TO INCREASE THE BENEFITS OF FOREIGN INVESTMENTS TO DEVELOPING COUNTRIES, WHEN NECESSARY, THROUGH REVISION OF ARRANGEMENTS WITH FOREIGN FIRMS TO SAFEGUARD THE INTERESTS OF DEVELOPING COUNTRIES.

4.5 EXPANSION OF CO-OPERATION AMONG DEVELOPING COUNTRIES

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IN THE FIELDS OF TRADE, DEVELOPMENT AND FINANCE, AND ASSISTANCE AND SUPPORT BY DEVELOPED COUNTRIES AND THE UNITED NATIONS SYSTEM, AS AND WHEN REQUESTED, TO PROMOTE SUCH CO-OPERATION.

4.6 PROBLEMS OF THE FINANCIAL ASSETS OF THE OIL EXPORTING COUNTRIES

MEASURES REGARDING THE SPECIAL CASE OF THE FINANCIAL ASSETS OF THE OIL-EXPORTING COUNTRIES, WITHOUT PREJUDICE TO THE TRADITIONAL POSITIONS TAKEN BY DEVELOPING COUNTRIES AT INTERNATIONAL FORUMS AND THEIR NATIONAL POLICIES AND LEGISLATIONS WITH REGARD TO FOREIGN INVESTMENT.

BECAUSE OF THE RAPID DEPLETION OF THE NATURAL RESOURCES OF THE OIL EXPORTING COUNTRIES - IN ORDER TO SATISFY THE ENERGY REQUIREMENTS OF THE DEVELOPED COUNTRIES - THEY HAVE ACCUMULATED A TEMPORARY FINANCIAL SURPLUS BEYOND THEIR INTERNAL ABSORPTIVE CAPACITY; THE FOLLOWING EFFECTIVE STEPS SHOULD BE TAKEN BY THE DEVELOPED COUNTRIES REGARDING THE INVESTMENT OF THESE ASSETS IN THEIR MARKETS:

A) GREATER ACCESS TO FINANCIAL MARKETS AND OTHER INVESTMENT OPPORTUNITIES IN DEVELOPED COUNTRIES;

B) NON-DISCRIMINATORY TREATMENT OF SUCH INVESTMENTS AND ASSETS IN DEVELOPED COUNTRIES;

C) PROTECTION OF THE REAL VALUE OF FINANCIAL ASSETS AGAINST INFLATION AND CURRENCY DEPRECIATION IN DEVELOPED COUNTRIES.

D) COMMITMENTS BY THE DEVELOPED COUNTRIES TO SAFEGUARD THE INVESTMENTS OF THE OIL EXPORTING DEVELOPING COUNTRIES IN THEIR MARKETS AGAINST:

- CONFISCATION, FREEZING AND ANY OTHER COERCIVE

MEASURES TO DRPRIVE THESE COUNTRIES OF THEIR INVESTMENTS AND INCOME THEREFROM. IN CASE OF EXPROPRIATION AND NATIONALIZATION, DEVELOPED COUNTRIES SHOULD GUARANTEE AN APPROPRIATE COMPENSATION.

- UNWARRANTED RESTRICTIONS ON PROMPT CONVERSION AND TRANSFER OF INVESTMENT AND INCOME THEREFROM FROM HOST COUNTRY'S CURRENCY INTO FREELY CONVERTIBLE CURRENCIES AT AGREED RATES.

4.7 RELEVANT ASPECTS OF INTERNATIONAL MONETARY REFORM  
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INCLUDING:

A) INCREASED ROLE OF DEVELOPING COUNTRIES IN INTERNATIONAL FINANCIAL INSTITUTIONS AND THEIR EFFECTIVE PARTICIPATION IN DECISION-MAKING PROCESS CONCERNING THE INTERNATIONAL FINANCIAL AND MONETARY PROBLEMS.

B) UNFAVOURABLE EFFECTS OF LUCTUATING EXCHANGE RATES OF MAJOR CURRENCIES ON DEVELOPING COUNTRIES AND THE NEED FOR AN EARLY RETURN TO AN EXCHANGE-RATE SYSTEM OF GREATER STABILITY.

C) MAKING THE SDR THE PRINCIPAL RESERVE ASSET IN THE INTERNATIONAL MONETARY SYSTEM AND THE ELIMINATION OF THE ROLE OF GOLD.

D) CONTROL OF INTERNATIONAL LIQUIDITY CREATION AND ITS FAIR DISTRIBUTION; PROBLEMS OF CONVERTIBILITY CONSOLIDATION AND MANAGEMENT OF CURRENCY RESERVES; PROBLEMS RESULTING FROM THE ELIMINATION OF THE OFFICIAL PRICE OF GOLD.

4.8 WORLD INFLATION AND RECESSION

A) REVIEW OF THE IMPACT OF WORLD INFLATION AND RECESSION ON DEVELOPING COUNTRIES, PARTICULARLY ON THEIR DEVELOPMENT, PRODUCTION, EXPORT EARNINGS, TERMS OF TRADE, AND FINANCES.

B) MEASURES TO BE TAKEN BY THE WORLD COMMUNITY TO MIMPROVE INTERNATIONAL ECONOMIC CONDITIONS AND TO ALLEVIATE THE ADVERSE EFFECTS OF FLUCTUATIONS IN INTERNATIONAL ECONOMIC ACTIVITY AND PRICES ON DEVELOPING COUNTRIES.

4.9 RECOMMENDATIONS OF OTHER COMMISSIONS  
PROGRAMMES AND MEASURES REFERRED TO THE COMMISSION ON FINANCE BY THE OTHER THREE COMMISSIONS.

4.10 SPECIAL MEASURES IN FAVOUR OF THE LEAST DEVELOPED, LAND-LOCKED AND ISLAND DEVELOPING COUNTRIES.

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